

GABELLI DIVIDEND & INCOME TRUST
Form N-Q
November 30, 2009

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549
FORM N-Q
QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED
MANAGEMENT INVESTMENT COMPANY
Investment Company Act file number **811-21423**
The Gabelli Dividend & Income Trust**

(Exact name of registrant as specified in charter)
One Corporate Center
Rye, New York 10580-1422

(Address of principal executive offices) (Zip code)
Bruce N. Alpert
Gabelli Funds, LLC
One Corporate Center
Rye, New York 10580-1422

(Name and address of agent for service)
Registrant's telephone number, including area code: 1-800-422-3554
Date of fiscal year end: December 31
Date of reporting period: September 30, 2009

Form N-Q is to be used by management investment companies, other than small business investment companies registered on Form N-5 (§§ 239.24 and 274.5 of this chapter), to file reports with the Commission, not later than 60 days after the close of the first and third fiscal quarters, pursuant to rule 30b1-5 under the Investment Company Act of 1940 (17 CFR 270.30b1-5). The Commission may use the information provided on Form N-Q in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-Q, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-Q unless the Form displays a currently valid Office of Management and Budget (OMB) control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to the Secretary, Securities and Exchange Commission, 100 F Street, NE, Washington, DC 20549. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. § 3507.

Item 1. Schedule of Investments.

The Schedule(s) of Investments is attached herewith.

The Gabelli Dividend & Income Trust

Third Quarter Report

September 30, 2009

To Our Shareholders,

During the third quarter of 2009, The Gabelli Dividend & Income Trust's (the Fund) total return was 22.4% on a net asset value (NAV) basis, compared to 15.6% and 15.8% for the Standard & Poor's (S&P) 500 Index and the Dow Jones Industrial Average, respectively.

Enclosed is the investment portfolio as of September 30, 2009.

Comparative Results

Average Annual Returns through September 30, 2009 (a)

| | <u>Quarter</u> | <u>Year to Date</u> | <u>1 Year</u> | <u>3 Year</u> | <u>5 Year</u> | <u>Since Inception (11/28/03)</u> |
|--|----------------|-------------------------|----------------|----------------|---------------|---|
| Gabelli Dividend & Income Trust | | | | | | |
| NAV Total Return (b) | 22.41% | 25.23% | (5.90)% | (5.66)% | 2.00% | 2.58% |
| Investment Total Return (c) | 24.81 | 30.79 | 1.16 | (5.32) | 0.47 | (0.33) |
| S&P 500 Index | 15.59 | 19.27 | (6.91) | (5.43) | 1.01 | 2.02 |
| Dow Jones Industrial Average | 15.79 | 13.56 | (7.35) | (3.34) | 1.88 | 2.43 |
| Nasdaq Composite Index | 15.66 | 34.58 | 1.46 | (2.05) | 2.27 | 1.37 |

(a) *R e t u r n s represent past performance and do not guarantee future results.*

I n v e s t m e n t returns and the principal value of an investment will fluctuate. When shares are sold, they may be worth more or less than their original cost. C u r r e n t performance may be lower or higher than the performance data presented. Visit www.gabelli.com for performance information as of

the most recent month end.

Performance returns for periods of less than one year are not annualized.

Investors should carefully consider the investment objectives, risks, charges, and expenses of the Fund before investing.

The Dow Jones Industrial Average is an unmanaged index of 30 large capitalization stocks. The S&P 500 and the Nasdaq Composite Indices are unmanaged indicators of stock market performance.

Dividends are considered reinvested except for the Nasdaq Composite Index.

You cannot invest directly in an index.

- (b) *Total returns and average annual returns reflect changes in the NAV per share and reinvestment of distributions at NAV on the ex-dividend date and are net of expenses. Since inception return*

is based on an initial NAV of \$19.06.

- (c) *Total returns and average annual returns reflect changes in closing market values on the New York Stock Exchange and reinvestment of distributions. Since inception return is based on an initial offering price of \$20.00.*

We have separated the portfolio managers' commentary from the financial statements and investment portfolio due to corporate governance regulations stipulated by the Sarbanes-Oxley Act of 2002. We have done this to ensure that the content of the portfolio managers' commentary is unrestricted. The financial statements and investment portfolio are mailed separately from the commentary. Both the commentary and the financial statements, including the portfolio of investments, will be available on our website at www.gabelli.com.

THE GABELLI DIVIDEND & INCOME TRUST
SCHEDULE OF INVESTMENTS
September 30, 2009 (Unaudited)

| Shares | | Market Value |
|---------------|---|---------------------|
| | COMMON STOCKS 93.5% | |
| | Aerospace 1.6% | |
| 10,000 | Goodrich Corp. | \$ 543,400 |
| 40,000 | Kaman Corp. | 879,200 |
| 162,000 | Rockwell Automation Inc. | 6,901,200 |
| 2,000,000 | Rolls-Royce Group plc | 15,048,265 |
| 76,000 | The Boeing Co. | 4,115,400 |
| | | 27,487,465 |
| | Agriculture 0.2% | |
| 120,000 | Archer-Daniels-Midland Co. | 3,506,400 |
| | Automotive 0.1% | |
| 4,000 | Copart Inc. | 132,840 |
| 20,000 | Navistar International Corp. | 748,400 |
| | | 881,240 |
| | Automotive: Parts and Accessories 0.9% | |
| 30,000 | BorgWarner Inc. | 907,800 |
| 380,000 | Genuine Parts Co. | 14,462,800 |
| | | 15,370,600 |
| | Building and Construction 0.0% | |
| 16,000 | Layne Christensen Co. | 512,800 |
| | Business Services 0.9% | |
| 195,000 | Diebold Inc. | 6,421,350 |
| 125,000 | Intermec Inc. | 1,762,500 |
| 40,000 | Lender Processing Services Inc. | 1,526,800 |
| 20,000 | MasterCard Inc., Cl. A | 4,043,000 |
| 23,000 | PHH Corp. | 456,320 |
| 248,000 | Trans-Lux Corp. (a) | 313,720 |
| | | 14,523,690 |

| Shares | | Market Value |
|--|--|--------------|
| Cable and Satellite 2.4% | | |
| 627,000 | Cablevision Systems Corp., Cl. A | 14,891,250 |
| 16,000 | Cogeco Inc. | 380,928 |
| 250,000 | DISH Network Corp., Cl. A | 4,815,000 |
| 46,000 | EchoStar Corp., Cl. A | 849,160 |
| 81,734 | Liberty Global Inc., Cl. A | 1,844,736 |
| 34,318 | Liberty Global Inc., Cl. C | 770,782 |
| 180,000 | Rogers Communications Inc., Cl. B | 5,076,000 |
| 400,000 | The DIRECTV Group Inc. | 11,032,000 |
| 30,000 | Zon Multimedia Servicos de Telecomunicacoes e Multimedia SGPS SA | 203,436 |
| | | 39,863,292 |
| Communications Equipment 0.1% | | |
| 30,000 | Thomas & Betts Corp. | 902,400 |
| Computer Hardware 0.0% | | |
| 30,000 | SanDisk Corp. | \$ 651,000 |
| Computer Software and Services 0.9% | | |
| 120,000 | Metavante Technologies Inc. | 4,137,600 |
| 50,000 | Microsoft Corp. | 1,294,500 |
| 20,000 | MSC.Software Corp. | 168,200 |
| 40,000 | Perot Systems Corp., Cl. A | 1,188,000 |
| 800,000 | Sun Microsystems Inc. | 7,272,000 |
| 95,000 | Yahoo! Inc. | 1,691,950 |
| | | 15,752,250 |
| Consumer Products 3.4% | | |
| 187,000 | Alberto-Culver Co. | 5,176,160 |
| 20,000 | Altria Group Inc. | 356,200 |
| 55,000 | Avon Products Inc. | 1,867,800 |
| 440,000 | Eastman Kodak Co. | 2,103,200 |
| 85,000 | Fortune Brands Inc. | 3,653,300 |
| 45,000 | Hanesbrands Inc. | 963,000 |
| 81,000 | Harman International Industries Inc. | 2,744,280 |
| 170,000 | Kimberly-Clark Corp. | 10,026,600 |
| 15,000 | Mattel Inc. | 276,900 |
| 25,000 | Philip Morris International Inc. | 1,218,500 |

Edgar Filing: GABELLI DIVIDEND & INCOME TRUST - Form N-Q

| | | |
|-----------|--|------------|
| 1,020,000 | Swedish Match AB | 20,483,837 |
| 160,000 | The Procter & Gamble Co. | 9,267,200 |
| | | 58,136,977 |
| | Diversified Industrial 3.4% | |
| 118,000 | Bouygues SA | 6,000,498 |
| 180,000 | Cooper Industries plc, Cl. A | 6,762,600 |
| 500,000 | General Electric Co. | 8,210,000 |
| 4,000 | GenTek Inc. | 152,160 |
| 280,000 | Honeywell International Inc. | 10,402,000 |
| 95,000 | ITT Corp. | 4,954,250 |
| 130,000 | Owens-Illinois Inc. | 4,797,000 |
| 300,000 | Textron Inc. | 5,694,000 |
| 950,000 | Tomkins plc | 2,863,422 |
| 230,000 | Tyco International Ltd. | 7,930,400 |
| 180,000 | WHX Corp. | 345,600 |
| | | 58,111,930 |
| | Electronics 1.4% | |
| 20,000 | Chartered Semiconductor Manufacturing Ltd., ADR | 367,000 |
| 13,000 | Emulex Corp. | 133,770 |
| 1,000,000 | Intel Corp. | 19,570,000 |
| 190,000 | Tyco Electronics Ltd. | 4,233,200 |
| | | 24,303,970 |

See accompanying notes to schedule of investments.

THE GABELLI DIVIDEND & INCOME TRUST
SCHEDULE OF INVESTMENTS (Continued)
September 30, 2009 (Unaudited)

| Shares | | Market Value |
|---|---------------------------------------|-----------------|
| COMMON STOCKS (Continued) | | |
| Energy and Utilities: Electric 5.2% | | |
| 30,000 | Allegheny Energy Inc. | \$ 795,600 |
| 85,000 | ALLETE Inc. | 2,853,450 |
| 250,000 | American Electric Power Co. Inc. | 7,747,500 |
| 720 | Brookfield Infrastructure Partners LP | 11,851 |
| 370,000 | DPL Inc. | 9,657,000 |
| 30,000 | Edison International | 1,007,400 |
| 270,000 | Electric Power Development Co. Ltd. | 8,557,344 |
| 220,000 | FPL Group Inc. | 12,150,600 |
| 770,000 | Great Plains Energy Inc. | 13,821,500 |
| 370,000 | Integrays Energy Group Inc. | 13,279,300 |
| 110,000 | Pepco Holdings Inc. | 1,636,800 |
| 230,000 | Pinnacle West Capital Corp. | 7,548,600 |
| 100,000 | The Southern Co. | 3,167,000 |
| 225,000 | Unisource Energy Corp. | 6,918,750 |
| | | 89,152,695 |
| | | |
| Energy and Utilities: Integrated 10.0% | | |
| 12,000 | Alliant Energy Corp. | 334,200 |
| 140,000 | Ameren Corp. | 3,539,200 |
| 50,000 | Avista Corp. | 1,011,000 |
| 43,000 | Black Hills Corp. | 1,082,310 |
| 40,000 | CH Energy Group Inc. | 1,772,400 |
| 108,000 | Chubu Electric Power Co. Inc. | 2,622,849 |
| 150,000 | CONSOL Energy Inc. | 6,766,500 |
| 200,000 | Consolidated Edison Inc. | 8,188,000 |
| 70,000 | Dominion Resources Inc. | 2,415,000 |
| 180,000 | Duke Energy Corp. | 2,833,200 |
| 430,000 | Edison SpA | 746,283 |
| 650,000 | El Paso Corp. | 6,708,000 |
| 115,000 | Endesa SA | 3,799,901 |
| 450,000 | Enel SpA | 2,856,291 |
| 26,000 | Exelon Corp. | 1,290,120 |
| 160,000 | FirstEnergy Corp. | 7,315,200 |
| 120,000 | Hawaiian Electric Industries Inc. | 2,174,400 |
| 250,000 | Hera SpA | 608,391 |
| 121,500 | Hokkaido Electric Power Co. Inc. | 2,528,402 |
| 121,500 | Hokuriku Electric Power Co. | 3,092,826 |
| 10,000 | Iberdrola SA | 98,118 |

Edgar Filing: GABELLI DIVIDEND & INCOME TRUST - Form N-Q

| | | |
|---------|---------------------------------|------------|
| 102,000 | Iberdrola SA, ADR | 3,992,280 |
| 85,000 | Korea Electric Power Corp., ADR | 1,295,400 |
| 121,500 | Kyushu Electric Power Co. Inc. | 2,754,442 |
| 22,000 | Maine & Maritimes Corp. | 790,900 |
| 74,000 | MGE Energy Inc. | 2,699,520 |
| 35,102 | National Grid plc, ADR | 1,711,223 |
| 255,000 | NiSource Inc. | 3,541,950 |
| 555,000 | NSTAR | 17,660,100 |
| 426,500 | OGE Energy Corp. | 14,108,620 |
| 30,000 | Ormat Technologies Inc. | 1,224,600 |

| Shares | | Market Value |
|---------------|--------------------------------------|---------------------|
| 310,000 | Progress Energy Inc. | \$ 12,108,600 |
| 290,000 | Public Service Enterprise Group Inc. | 9,117,600 |
| 121,500 | Shikoku Electric Power Co. Inc. | 3,708,684 |
| 8 | Suez SA, Strips (b) | 0 |
| 15,000 | TECO Energy Inc. | 211,200 |
| 121,500 | The Chugoku Electric Power Co. Inc. | 2,671,877 |
| 48,000 | The Empire District Electric Co. | 868,320 |
| 121,500 | The Kansai Electric Power Co. Inc. | 2,937,169 |
| 108,000 | The Tokyo Electric Power Co. Inc. | 2,833,398 |
| 121,500 | Tohoku Electric Power Co. Inc. | 2,707,068 |
| 205,000 | Vectren Corp. | 4,723,200 |
| 465,000 | Westar Energy Inc. | 9,072,150 |
| 85,000 | Wisconsin Energy Corp. | 3,839,450 |
| 170,000 | Xcel Energy Inc. | 3,270,800 |
| | | 169,631,142 |

Energy and Utilities: Natural Gas 3.9%

| | | |
|---------|----------------------------------|------------|
| 36,000 | Atmos Energy Corp. | 1,014,480 |
| 22,000 | Delta Natural Gas Co. Inc. | 583,000 |
| 6,000 | Energen Corp. | 258,600 |
| 160,356 | GDF Suez, Strips | 235 |
| 20,000 | Kinder Morgan Energy Partners LP | 1,080,400 |
| 350,000 | National Fuel Gas Co. | 16,033,500 |
| 210,000 | Nicor Inc. | 7,683,900 |
| 235,000 | ONEOK Inc. | 8,605,700 |
| 188,000 | Sempra Energy | 9,364,280 |
| 35,000 | South Jersey Industries Inc. | 1,235,500 |
| 140,000 | Southern Union Co. | 2,910,600 |
| 190,000 | Southwest Gas Corp. | 4,860,200 |
| 610,000 | Spectra Energy Corp. | 11,553,400 |
| 43,000 | The Laclede Group Inc. | 1,382,880 |
| | | 66,566,675 |

| Energy and Utilities: Oil 11.1% | | |
|--|-----------------------------|------------|
| 42,000 | Anadarko Petroleum Corp. | 2,634,660 |
| 39,000 | Apache Corp. | 3,581,370 |
| 45,000 | BG Group plc, ADR | 3,918,150 |
| 160,000 | BP plc, ADR | 8,516,800 |
| 80,000 | Chesapeake Energy Corp. | 2,272,000 |
| 242,000 | Chevron Corp. | 17,044,060 |
| 325,000 | ConocoPhillips | 14,677,000 |
| 78,000 | Devon Energy Corp. | 5,251,740 |
| 170,000 | Eni SpA, ADR | 8,474,500 |
| 210,000 | Exxon Mobil Corp. | 14,408,100 |
| 36,000 | Hess Corp. | 1,924,560 |
| 470,000 | Marathon Oil Corp. | 14,993,000 |
| 136,000 | Murphy Oil Corp. | 7,829,520 |
| 290,000 | Occidental Petroleum Corp. | 22,736,000 |
| 20,000 | PetroChina Co. Ltd., ADR | 2,275,000 |
| 98,000 | Petroleo Brasileiro SA, ADR | 4,498,200 |

See accompanying notes to schedule of investments.

THE GABELLI DIVIDEND & INCOME TRUST
SCHEDULE OF INVESTMENTS (Continued)
September 30, 2009 (Unaudited)

| Shares | | Market Value |
|---------|--|--------------|
| | COMMON STOCKS (Continued) | |
| | Energy and Utilities: Oil (Continued) | |
| 270,000 | Repsol YPF SA, ADR | \$ 7,333,200 |
| 200,000 | Royal Dutch Shell plc, Cl. A, ADR | 11,438,000 |
| 845,000 | StatoilHydro ASA, ADR | 19,046,300 |
| 175,000 | Sunoco Inc. | 4,978,750 |
| 190,000 | Total SA, ADR | 11,259,400 |
| | | 189,090,310 |
| | Energy and Utilities: Services 3.7% | |
| 220,000 | ABB Ltd., ADR | 4,408,800 |
| 20,000 | Baker Hughes Inc. | 853,200 |
| 4,000 | BJ Services Co. | 77,720 |
| 77,000 | Cameron International Corp. | 2,912,140 |
| 108,000 | Diamond Offshore Drilling Inc. | 10,316,160 |
| 10,000 | Exterran Holdings Inc. | 237,400 |
| 600,000 | Halliburton Co. | 16,272,000 |
| 5,000 | Nabors Industries Ltd. | 104,500 |
| 10,000 | Noble Corp. | 379,600 |
| 38,000 | Oceaneering International Inc. | 2,156,500 |
| 210,000 | Rowan Companies Inc. | 4,844,700 |
| 120,000 | Schlumberger Ltd. | 7,152,000 |
| 46,000 | Transocean Ltd. | 3,934,380 |
| 440,000 | Weatherford International Ltd. | 9,121,200 |
| | | 62,770,300 |
| | Energy and Utilities: Water 0.8% | |
| 11,000 | American States Water Co. | 397,980 |
| 385,000 | American Water Works Co. Inc. | 7,676,900 |
| 63,333 | Aqua America Inc. | 1,117,194 |
| 6,000 | Artesian Resources Corp., Cl. A | 100,920 |
| 3,000 | California Water Service Group | 116,820 |
| 11,500 | Connecticut Water Service Inc. | 257,485 |
| 2,000 | Consolidated Water Co. Ltd. | 32,660 |
| 6,000 | Middlesex Water Co. | 90,480 |
| 60,000 | Pennichuck Corp. | 1,305,600 |
| 90,000 | SJW Corp. | 2,056,500 |
| 16,800 | Southwest Water Co. | 82,656 |

Edgar Filing: GABELLI DIVIDEND & INCOME TRUST - Form N-Q

| | | |
|---------------|---|---------------------|
| 9,000 | The York Water Co. | 124,740 |
| 27,818 | United Utilities Group plc, ADR | 406,977 |
| | | 13,766,912 |
| | Entertainment 0.9% | |
| 8,000 | Grupo Televisa SA, ADR | 148,720 |
| 5,000 | Marvel Entertainment Inc. | 248,100 |
| 335,000 | Take-Two Interactive Software Inc. | 3,755,350 |
| 200,000 | Time Warner Inc. | 5,756,000 |
| 195,000 | Vivendi | 6,033,826 |
| | | 15,941,996 |
| | | Market Value |
| Shares | | |
| | Environmental Services 0.7% | |
| 1,250 | Suez Environnement Co. SA | \$ 28,554 |
| 12,375 | Veolia Environnement | 474,276 |
| 360,000 | Waste Management Inc. | 10,735,200 |
| | | 11,238,030 |
| | Equipment and Supplies 1.4% | |
| 95,000 | CIRCOR International Inc. | 2,684,700 |
| 30,000 | Lufkin Industries Inc. | 1,595,400 |
| 65,000 | Mueller Industries Inc. | 1,551,550 |
| 420,000 | RPC Inc. | 4,401,600 |
| 240,000 | Tenaris SA, ADR | 8,548,800 |
| 530,000 | Xerox Corp. | 4,102,200 |
| | | 22,884,250 |
| | Financial Services 12.7% | |
| 170,000 | Aflac Inc. | 7,265,800 |
| 265,000 | AllianceBernstein Holding LP | 7,229,200 |
| 450,000 | American Express Co. | 15,255,000 |
| 50,000 | Artio Global Investors Inc. | 1,307,500 |
| 80,000 | Astoria Financial Corp. | 883,200 |
| 610,000 | Bank of America Corp. | 10,321,200 |
| 27,000 | BlackRock Inc. | 5,854,140 |
| 20,000 | CME Group Inc. | 6,163,800 |
| 96,000 | Deutsche Bank AG | 7,369,920 |
| 580,000 | Discover Financial Services | 9,413,400 |
| 78,909 | Fidelity National Financial Inc., Cl. A | 1,189,948 |
| 86,496 | | 2,206,513 |

Edgar Filing: GABELLI DIVIDEND & INCOME TRUST - Form N-Q

| | | |
|---------|---|------------|
| | Fidelity National Information Services Inc. | |
| 70,000 | Flushing Financial Corp. | 798,000 |
| 55,000 | HSBC Holdings plc, ADR | 3,154,250 |
| 90,000 | Hudson City Bancorp Inc. | 1,183,500 |
| 125,000 | Invesco Ltd. | 2,845,000 |
| 488,000 | JPMorgan Chase & Co. | 21,384,160 |
| 261,000 | Legg Mason Inc. | 8,098,830 |
| 40,000 | M&T Bank Corp. | 2,492,800 |
| 160,000 | Moody's Corp. | 3,273,600 |
| 100,000 | National Australia Bank Ltd., ADR | 2,701,000 |
| 200,000 | New York Community Bancorp Inc. | 2,284,000 |
| 270,000 | NewAlliance Bancshares Inc. | 2,889,000 |
| 2,000 | Odyssey Re Holdings Corp. | 129,620 |
| 231,000 | PNC Financial Services Group Inc. | 11,224,290 |
| 272,000 | SLM Corp. | 2,371,840 |
| 160,000 | State Street Corp. | 8,416,000 |
| 132,000 | T. Rowe Price Group Inc. | 6,032,400 |
| 105,000 | The Allstate Corp. | 3,215,100 |
| 445,000 | The Bank of New York Mellon Corp. | 12,900,550 |
| 60,000 | The Blackstone Group LP | 852,000 |
| 290,000 | The Travelers Companies Inc. | 14,276,700 |
| 422,000 | Waddell & Reed Financial Inc., Cl. A | 12,005,900 |

See accompanying notes to schedule of investments.

THE GABELLI DIVIDEND & INCOME TRUST
SCHEDULE OF INVESTMENTS (Continued)
September 30, 2009 (Unaudited)

| Shares | | Market Value |
|---------------------------------------|----------------------------------|---------------------|
| COMMON STOCKS (Continued) | | |
| Financial Services (Continued) | | |
| 65,000 | Webster Financial Corp. | \$ 810,550 |
| 544,955 | Wells Fargo & Co. | 15,356,832 |
| 19,260 | Willis Group Holdings Ltd. | 543,517 |
| 182,000 | Wilmington Trust Corp. | 2,584,400 |
| | | 216,283,460 |
| | | |
| Food and Beverage 10.7% | | |
| 230,000 | Cadbury plc, ADR | 11,778,300 |
| 80,000 | Campbell Soup Co. | 2,609,600 |
| 350,000 | China Mengniu Dairy Co. Ltd. | 895,994 |
| 220,000 | ConAgra Foods Inc. | 4,769,600 |
| 150,000 | Constellation Brands Inc., Cl. A | 2,272,500 |
| 300,082 | Danone | 18,083,260 |
| 950,000 | Davide Campari Milano SpA | 8,521,863 |
| 290,000 | Dr. Pepper Snapple Group Inc. | 8,337,500 |
| 290,000 | General Mills Inc. | 18,670,200 |
| 90,000 | H.J. Heinz Co. | 3,577,500 |
| 210,000 | ITO EN Ltd. | 3,888,152 |
| 40,000 | ITO EN Ltd., Preference | 435,359 |
| 1,000 | Kellogg Co. | 49,230 |
| 240,000 | Kikkoman Corp. | 2,989,138 |
| 400,000 | Kraft Foods Inc., Cl. A | 10,508,000 |
| 150,000 | Morinaga Milk Industry Co. Ltd. | 748,621 |
| 200,000 | NISSIN FOODS HOLDINGS CO. LTD. | 7,686,738 |
| 500,000 | Parmalat SpA | 1,382,141 |
| 339,450 | Parmalat SpA, GDR (c)(d) | 937,289 |
| 300,000 | PepsiAmericas Inc. | 8,568,000 |
| 75,000 | Pernod-Ricard SA | 5,956,231 |
| 19,000 | Remy Cointreau SA | 794,771 |
| 1,430,000 | Sara Lee Corp. | 15,930,200 |
| 310,000 | The Coca-Cola Co. | 16,647,000 |
| 370,000 | The Hershey Co. | 14,378,200 |
| 450,000 | YAKULT HONSHA Co. Ltd. | 12,006,350 |
| | | 182,421,737 |

Edgar Filing: GABELLI DIVIDEND & INCOME TRUST - Form N-Q

| | | |
|---------------|--|-------------------------|
| | Health Care 3.8% | |
| 20,000 | Abbott Laboratories | 989,400 |
| 249,000 | Boston Scientific Corp. | 2,636,910 |
| 115,000 | Bristol-Myers Squibb Co. | 2,589,800 |
| 60,000 | Covidien plc | 2,595,600 |
| 145,000 | Eli Lilly & Co. | 4,789,350 |
| 1,000 | Facet Biotech Corp. | 17,290 |
| 6,000 | Fresenius Kabi Pharmaceuticals Holding Inc., CVR | 3,480 |
| 100,000 | IMS Health Inc. | 1,535,000 |
| 50,000 | Johnson & Johnson | 3,044,500 |
| | | |
| Shares | | Market Value |
| 10,000 | Mead Johnson Nutrition Co., Cl. A | \$ 451,100 |
| 170,000 | Merck & Co. Inc. | 5,377,100 |
| 80,000 | Owens & Minor Inc. | 3,620,000 |
| 210,000 | Pfizer Inc. | 3,475,500 |
| 26,000 | Schiff Nutrition International Inc. | 135,460 |
| 100,000 | Sepracor Inc. | 2,290,000 |
| 30,000 | St. Jude Medical Inc. | 1,170,300 |
| 40,000 | Watson Pharmaceuticals Inc. | 1,465,600 |
| 500,000 | Wyeth | 24,290,000 |
| 80,000 | Zimmer Holdings Inc. | 4,276,000 |
| | | 64,752,390 |
| | | |
| | Hotels and Gaming 0.3% | |
| 90,000 | Boyd Gaming Corp. | 983,700 |
| 600,000 | Ladbrokes plc | 1,796,970 |
| 60,000 | Las Vegas Sands Corp. | 1,010,400 |
| 40,000 | Pinnacle Entertainment Inc. | 407,600 |
| | | 4,198,670 |
| | | |
| | Machinery 0.4% | |
| 220,000 | CNH Global NV | 3,757,600 |
| 70,000 | Deere & Co. | 3,004,400 |
| | | 6,762,000 |
| | | |
| | Manufactured Housing and Recreational Vehicles 0.0% | |
| 17,000 | Skyline Corp. | 383,520 |
| | | |
| | Metals and Mining 1.0% | |

Edgar Filing: GABELLI DIVIDEND & INCOME TRUST - Form N-Q

| | | |
|-----------|--|------------|
| 16,000 | Agnico-Eagle Mines Ltd. | 1,085,600 |
| 315,000 | Alcoa Inc. | 4,132,800 |
| 10,000 | Alliance Holdings GP LP | 206,300 |
| 14,000 | Arch Coal Inc. | 309,820 |
| 8,000 | BHP Billiton Ltd., ADR | 528,080 |
| 130,000 | Freeport-McMoRan Copper & Gold Inc. | 8,919,300 |
| 10,000 | Massey Energy Co. | 278,900 |
| 25,000 | Peabody Energy Corp. | 930,500 |
| 4,800 | Rio Tinto plc, ADR | 817,392 |
| | | 17,208,692 |
| | Paper and Forest Products 0.6% | |
| 415,000 | International Paper Co. | 9,225,450 |
| | Publishing 0.3% | |
| 1,610,000 | Il Sole 24 Ore | 5,619,073 |
| | Real Estate 0.0% | |
| 18,000 | Brookfield Asset Management Inc., Cl. A | 408,780 |

See accompanying notes to schedule of investments.

THE GABELLI DIVIDEND & INCOME TRUST
SCHEDULE OF INVESTMENTS (Continued)
September 30, 2009 (Unaudited)

| Shares/ Units | | Market Value |
|----------------------------------|---|-----------------|
| COMMON STOCKS (Continued) | | |
| Retail 2.5% | | |
| 215,000 | CVS Caremark Corp. | \$ 7,684,100 |
| 142,000 | Ingles Markets Inc., Cl. A | 2,247,860 |
| 105,000 | Macy's Inc. | 1,920,450 |
| 400,000 | Safeway Inc. | 7,888,000 |
| 300,000 | Sally Beauty Holdings Inc. | 2,133,000 |
| 60,000 | SUPERVALU Inc. | 903,600 |
| 150,000 | The Great Atlantic & Pacific Tea Co. Inc. | 1,336,500 |
| 35,000 | Wal-Mart Stores Inc. | 1,718,150 |
| 400,000 | Walgreen Co. | 14,988,000 |
| 75,000 | Whole Foods Market Inc. | 2,286,750 |
| | | 43,106,410 |
| Specialty Chemicals 1.2% | | |
| 5,000 | Arkema, ADR | 177,750 |
| 108,000 | Ashland Inc. | 4,667,760 |
| 160,000 | E. I. du Pont de Nemours and Co. | 5,142,400 |
| 408,000 | Ferro Corp. | 3,631,200 |
| 100,000 | Olin Corp. | 1,744,000 |
| 200,000 | The Dow Chemical Co. | 5,214,000 |
| | | 20,577,110 |
| Telecommunications 6.2% | | |
| 610,000 | AT&T Inc. | 16,476,100 |
| 260,000 | BCE Inc. | 6,414,200 |
| 30,000 | Belgacom SA | 1,168,638 |
| 45,000 | Bell Aliant Regional Communications Income Fund (b)(c) | 1,173,530 |
| 68,000 | BT Group plc, ADR | 1,415,080 |
| 24,000 | CenturyTel Inc. | 806,400 |
| 690,000 | Deutsche Telekom AG, ADR | 9,425,400 |
| 55,000 | France Telecom SA, ADR | 1,480,600 |
| 8,000 | GVT (Holding) SA | 183,247 |
| 31,700 | Hellenic Telecommunications Organization SA | 524,189 |
| 219,800 | | 1,837,528 |

Edgar Filing: GABELLI DIVIDEND & INCOME TRUST - Form N-Q

| | | | |
|---------------|--|----|---------------------|
| | Hellenic Telecommunications Organization SA, ADR | | |
| 205,000 | Portugal Telecom SGPS SA | | 2,170,415 |
| 130,000 | Qwest Communications International Inc. | | 495,300 |
| 2,300,000 | Sprint Nextel Corp. | | 9,085,000 |
| 18,000 | Telecom Corp. of New Zealand Ltd., ADR | | 172,440 |
| 100,000 | Telecom Italia SpA, ADR | | 1,753,000 |
| 15,000 | Telefonica SA, ADR | | 1,243,650 |
| | | | |
| | | | Market Value |
| Shares | | | |
| 175,000 | Telefonos de Mexico SAB de CV, Cl. L, ADR | \$ | 3,052,000 |
| 70,000 | Telekom Austria AG | | 1,262,000 |
| 38,000 | Telephone & Data Systems Inc. | | 1,178,380 |
| 100,000 | Telephone & Data Systems Inc., Special | | 2,968,000 |
| 190,000 | Telmex Internacional SAB de CV, ADR | | 2,650,500 |
| 130,000 | Telstra Corp. Ltd., ADR | | 1,868,100 |
| 76,100 | TELUS Corp., Non-Voting | | 2,365,949 |
| 1,000,000 | Verizon Communications Inc. | | 30,270,000 |
| 160,000 | Vodafone Group plc, ADR | | 3,600,000 |
| | | | 105,039,646 |
| | | | |
| | Transportation 0.5% | | |
| 250,000 | GATX Corp. | | 6,987,500 |
| 24,000 | Golden Ocean Group Ltd. | | 30,789 |
| 27,000 | Kansas City Southern | | 715,230 |
| 22,000 | Teekay Corp. | | 481,140 |
| | | | 8,214,659 |
| | | | |
| | Wireless Communications 0.3% | | |
| 111,030 | United States Cellular Corp. | | 4,337,942 |
| 40,000 | Vimpel-Communications, ADR | | 748,000 |
| | | | 5,085,942 |
| | | | |
| | TOTAL COMMON STOCKS | | 1,590,333,863 |
| | | | |
| | CONVERTIBLE PREFERRED STOCKS 1.0% | | |
| | Agriculture 0.0% | | |
| 5,000 | | | 199,500 |

Edgar Filing: GABELLI DIVIDEND & INCOME TRUST - Form N-Q

Archer-Daniels-Midland Co.,
6.250% Cv. Pfd.

| | | |
|---------|--|-----------|
| 16,000 | Broadcasting 0.0% Emmis Communications Corp., 6.250% Cv. Pfd., Ser. A | 163,040 |
| 200 | Building and Construction 0.0% Fleetwood Capital Trust, 6.000% Cv. Pfd. | 52 |
| 5,000 | Energy and Utilities 0.3% Chesapeake Energy Corp., 5.000% Cv. Pfd. (c) | 428,125 |
| 129,000 | El Paso Energy Capital Trust I, 4.750% Cv. Pfd. | 4,312,470 |
| | | 4,740,595 |

See accompanying notes to schedule of investments.

THE GABELLI DIVIDEND & INCOME TRUST
SCHEDULE OF INVESTMENTS (Continued)
September 30, 2009 (Unaudited)

| Shares | | Market Value |
|-----------------------------|---|-------------------|
| | CONVERTIBLE PREFERRED STOCKS (Continued) | |
| | Financial Services 0.2% | |
| 1,500 | Doral Financial Corp., 4.750% Cv. Pfd. | \$ 60,000 |
| 94,000 | Newell Financial Trust I, 5.250% Cv. Pfd. | 3,348,750 |
| | | 3,408,750 |
| | Health Care 0.0% | |
| 3,000 | Omnicare Capital Trust II, 4.000% Cv. Pfd., Ser. B | 104,100 |
| | Telecommunications 0.5% | |
| 55,000 | Cincinnati Bell Inc., 6.750% Cv. Pfd., Ser. B | 1,897,500 |
| 105,000 | Crown Castle International Corp., 6.250% Cv. Pfd. | 5,510,400 |
| | | 7,407,900 |
| | Transportation 0.0% | |
| 1,500 | GATX Corp., \$2.50 Cv. Pfd. | 390,750 |
| | TOTAL CONVERTIBLE PREFERRED STOCKS | 16,414,687 |
| | WARRANTS 0.0% | |
| | Food and Beverage 0.0% | |
| 650 | Parmalat SpA, GDR, expire 12/31/15 (b)(c)(d) | 651 |
| Principal Amount | | |

| | | |
|---|--|-------------------------|
| | CONVERTIBLE CORPORATE BONDS 0.7% | |
| | Automotive: Parts and Accessories 0.0% | |
| \$ 500,000 | Standard Motor Products Inc., Sub. Deb. Cv., 15.000%, 12/31/11 (b) | 577,500 |
| | Broadcasting 0.4% | |
| 10,000,000 | Sinclair Broadcast Group Inc., Sub. Deb. Cv., 6.000%, 09/15/12 | 6,162,500 |
| | Financial Services 0.0% | |
| 200,000 | Janus Capital Group Inc., Cv., 3.250%, 07/15/14 | 251,750 |
| Principal Amount | | Market Value |
| | Real Estate 0.0% | |
| \$1,100,000 | Palm Harbor Homes Inc., Cv., 3.250%, 05/15/24 | \$ 386,375 |
| | Retail 0.3% | |
| 5,300,000 | The Great Atlantic & Pacific Tea Co. Inc., Cv., 5.125%, 06/15/11 | 5,074,750 |
| | TOTAL CONVERTIBLE CORPORATE BONDS | 12,452,875 |
| | U.S. GOVERNMENT OBLIGATIONS 4.8% | |
| 81,746,000 | U.S. Treasury Bills, 0.066% to 0.340% , 10/15/09 to 03/25/10 | 81,731,241 |
| TOTAL INVESTMENTS 100.0% (Cost \$1,721,349,493) | | \$ 1,700,933,317 |
| Aggregate book cost | | \$ 1,721,349,493 |
| Gross unrealized appreciation | | \$ 189,716,003 |
| Gross unrealized depreciation | | (210,132,179) |

Net unrealized appreciation/depreciation \$ (20,416,176)

(a) Security considered an affiliated holding because the Fund owns at least 5% of its outstanding shares.

(b) Security fair valued under procedures established by the Board of Trustees. The procedures may include reviewing available financial information about the company and reviewing the valuation of comparable securities and other factors on a regular basis. At September 30, 2009, the market value of fair valued securities amounted to \$1,751,681 or 0.10% of total investments.

(c) Security exempt from registration under Rule 144A of the Securities

Act of 1933, as amended. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At September 30, 2009, the market value of Rule 144A securities amounted to \$2,539,595 or 0.15% of total investments. Except as noted in (d), these securities are liquid.

See accompanying notes to schedule of investments.

THE GABELLI DIVIDEND & INCOME TRUST
SCHEDULE OF INVESTMENTS (Continued)
September 30, 2009 (Unaudited)

(d) At September 30, 2009, the Fund held investments in restricted and illiquid securities amounting to \$937,940 or 0.06% of total investments, which were valued under methods approved by the Board of Trustees as follows:

| Acquisition | | Acquisition | Acquisition | 09/30/09 |
|--------------------|--|--------------------|--------------------|-----------------|
| Shares | Issuer | Date | Cost | Carrying |
| | | | | Value |
| | | | | Per Unit |
| 339,450 | Parmalat SpA, GDR | 12/02/03 | \$ 981,615 | \$ 2.7612 |
| 650 | Parmalat SpA, GDR, Warrants expire 12/31/15 | 11/09/05 | | 1.0015 |
| | Non-income producing security. | | | |
| | Represents annualized yield at date of purchase. | | | |
| ADR | American Depositary Receipt | | | |
| CVR | Contingent Value Right | | | |
| GDR | | | | |

Global
 Depository
 Receipt

| Geographic Diversification | % of Market Value | Market Value |
|-----------------------------------|----------------------------------|-------------------------|
| North America | 78.0% | \$ 1,326,891,579 |
| Europe | 16.5 | 280,036,182 |
| Japan | 3.6 | 62,168,418 |
| Latin America | 1.3 | 22,148,978 |
| Asia/Pacific | 0.6 | 9,688,160 |
| Total Investments | 100.0% | \$ 1,700,933,317 |

See accompanying notes to schedule of investments.

8

THE GABELLI DIVIDEND & INCOME TRUST
NOTES TO SCHEDULE OF INVESTMENTS (Unaudited)

1. Security Valuation. Portfolio securities listed or traded on a nationally recognized securities exchange or traded in the U.S. over-the-counter market for which market quotations are readily available are valued at the last quoted sale price or a market's official closing price as of the close of business on the day the securities are being valued. If there were no sales that day, the security is valued at the average of the closing bid and asked prices or, if there were no asked prices quoted on that day, then the security is valued at the closing bid price on that day. If no bid or asked prices are quoted on such day, the security is valued at the most recently available price or, if the Board of Trustees (the Board) so determines, by such other method as the Board shall determine in good faith to reflect its fair market value. Portfolio securities traded on more than one national securities exchange or market are valued according to the broadest and most representative market, as determined by Gabelli Funds, LLC (the Adviser).

Portfolio securities primarily traded on a foreign market are generally valued at the preceding closing values of such securities on the relevant market, but may be fair valued pursuant to procedures established by the Board if market conditions change significantly after the close of the foreign market but prior to the close of business on the day the securities are being valued. Debt instruments with remaining maturities of sixty days or less that are not credit impaired are valued at amortized cost, unless the Board determines such amount does not reflect the securities' fair value, in which case these securities will be fair valued as determined by the Board. Debt instruments having a maturity greater than sixty days for which market quotations are readily available are valued at the average of the latest bid and asked prices. If there were no asked prices quoted on such day, the security is valued using the closing bid price. Futures contracts are valued at the closing settlement price of the exchange or board of trade on which the applicable contract is traded.

Securities and assets for which market quotations are not readily available are fair valued as determined by the Board.

The inputs and valuation techniques used to measure fair value of the Fund's investments are summarized into three levels as described in the hierarchy below:

Level 1 quoted prices in active markets for identical securities;

Level 2 other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.); and

Level 3 significant unobservable inputs (including the Fund's determinations as to the fair value of investments).

THE GABELLI DIVIDEND & INCOME TRUST
NOTES TO SCHEDULE OF INVESTMENTS (Continued) (Unaudited)

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The summary of the Fund's investments and other financial instruments by inputs used to value the Fund's investments as of September 30, 2009 is as follows:

| | Valuation Inputs | | Total Market Value at 9/30/09 |
|---|--------------------------------------|--|--|
| | Level 1 Quoted Prices | Level 2 Other Significant Observable Inputs | |
| INVESTMENTS IN SECURITIES: | | | |
| ASSETS (Market Value): | | | |
| Common Stocks (a) | \$ 1,590,333,863 | | \$ 1,590,333,863 |
| Convertible Preferred Stocks (a) | 16,414,687 | | 16,414,687 |
| Warrants (a) | | \$ 651 | 651 |
| Convertible Corporate Bonds | | 12,452,875 | 12,452,875 |
| U.S. Government Obligations | | 81,731,241 | 81,731,241 |
| TOTAL INVESTMENTS IN SECURITIES | \$ 1,606,748,550 | \$ 94,184,767 | \$ 1,700,933,317 |
| OTHER FINANCIAL INSTRUMENTS: | | | |
| LIABILITIES (Unrealized Depreciation): * | | | |
| Contract for Difference Swap Agreement | \$ | \$ (52,799) | \$ (52,799) |
| Interest Rate Swap Agreement | | (2,709,512) | (2,709,512) |
| TOTAL OTHER FINANCIAL INSTRUMENTS | \$ | \$ (2,762,311) | \$ (2,762,311) |

(a) Security and industry classifications for these categories are detailed in the Schedule of Investments.

* Other financial instruments are derivative instruments not reflected in the Schedule of Investments, such as futures, forwards, and swaps which are valued at the unrealized

appreciation/depreciation
of the investment.

There were no Level 3 investments held at December 31, 2008 or September 30, 2009.

2. Derivative Financial Instruments. The Fund may engage in various portfolio investment strategies by investing in a number of derivative financial instruments for the purpose of hedging the value of the Fund's portfolio, increasing the income of the Fund, hedging or protecting its exposure to interest rate movements and movements in the securities markets, managing risks, and protecting the value of its portfolio against uncertainty in the level of future currency exchange rates. Investing in certain derivative financial instruments, including participation in the options, futures, or swap markets, entails certain execution, liquidity, hedging, tax, and securities, interest, credit, or currency market risks. Losses may arise if the Adviser's prediction of movements in the direction of the securities, foreign currency, and interest rate markets is inaccurate. Losses may also arise if the counterparty does not perform its duties under a contract, or that, in the event of default, the Fund may be delayed in or prevented from obtaining payments or other contractual remedies owed to it under derivative contracts. The creditworthiness of the counterparties is closely monitored in order to minimize these risks. Participation in derivative transactions involves investment risks, transaction costs, and potential losses to which the Fund would not be subject absent the use of these strategies. The consequences of these risks, transaction costs, and losses may have a negative impact on the Fund's ability to pay distributions.

Current notional amounts are an indicator of the volume of the Fund's derivative activities during the period.

THE GABELLI DIVIDEND & INCOME TRUST
NOTES TO SCHEDULE OF INVESTMENTS (Continued) (Unaudited)

Options. The Fund may purchase or write call or put options on securities or indices for the purpose of achieving additional return or of hedging the value of the Fund's portfolio. As a writer of put options, the Fund receives a premium at the outset and then bears the risk of unfavorable changes in the price of the financial instrument underlying the option. The Fund would incur a loss if the price of the underlying financial instrument decreases between the date the option is written and the date on which the option is terminated. The Fund would realize a gain, to the extent of the premium, if the price of the financial instrument increases between those dates. If a written call option is exercised, the premium is added to the proceeds from the sale of the underlying security in determining whether there has been a realized gain or loss. If a written put option is exercised, the premium reduces the cost basis of the security.

As a purchaser of put options, the Fund pays a premium for the right to sell to the seller of the put option the underlying security at a specified price. The seller of the put has the obligation to purchase the underlying security upon exercise at the exercise price. If the price of the underlying security declines, the Fund would realize a gain upon sale or exercise. If the price of the underlying security increases or stays the same, the Fund would realize a loss upon sale or at the expiration date, but only to the extent of the premium paid.

In the case of call options, these exercise prices are referred to as in-the-money, at-the-money, and out-of-the-money, respectively. The Fund may write (a) in-the-money call options when the Adviser expects that the price of the underlying security will remain stable or decline during the option period, (b) covered at-the-money call options when the Adviser expects that the price of the underlying security will remain stable, decline or advance moderately during the option period, and (c) out-of-the-money call options when the Adviser expects that the premiums received from writing the call option will be greater than the appreciation in the price of the underlying security above the exercise price. By writing a call option, the Fund limits its opportunity to profit from any increase in the market value of the underlying security above the exercise price of the option. Out-of-the-money, at-the-money, and in-the-money put options (the reverse of call options as to the relation of exercise price to market price) may be utilized in the same market environments that such call options are used in equivalent transactions. At September 30, 2009, the Fund had no investments in options.

Swap Agreements. The Fund may enter into equity, contract for difference, and interest rate swap or cap transactions for the purpose of increasing the income of the Fund or hedging or protecting its exposure to interest rate movements and movements in the securities markets. The use of swaps is a highly specialized activity that involves investment techniques and risks different from those associated with ordinary portfolio security transactions. In a swap, a set of future cash flows is exchanged between two counterparties. One of these cash flow streams will typically be based on a reference interest rate combined with the performance of a notional value of shares of a stock. The other will be based on the performance of the shares of a stock. Depending on the general state of short-term interest rates and the returns on the Fund's portfolio securities at the time a swap transaction reaches its scheduled termination date, there is a risk that the Fund will not be able to obtain a replacement transaction or that the terms of the replacement will not be as favorable as on the expiring transaction.

The Fund has entered into an interest rate swap agreement with Citibank N.A. Under the agreement, the Fund receives a floating rate of interest and pays a respective fixed rate of interest on the nominal value of the swap. Details of the swap at September 30, 2009 are as follows:

| Notional Amount | Fixed Rate | Floating Rate* (rate reset monthly) | Termination Date | Net Unrealized Depreciation |
|--------------------|------------|--|---------------------|--------------------------------|
| \$100,000,000 | 4.01% | 0.25875% | 6/02/10 | \$(2,709,512) |

* Based on LIBOR (London Interbank Offered Rate).

THE GABELLI DIVIDEND & INCOME TRUST
NOTES TO SCHEDULE OF INVESTMENTS (Continued) (Unaudited)

The Fund has entered into an equity contract for difference swap agreement with The Goldman Sachs Group, Inc. Details of the swap at September 30, 2009 are as follows:

| Notional Amount | Equity Security Received | Interest Rate/ Equity Security Paid | Termination Date | Net Unrealized Depreciation |
|-------------------------------|----------------------------------|---|---------------------|--------------------------------|
| | Market Value Appreciation on: | One Month LIBOR plus 90 bps plus Market Value Depreciation on: | | |
| \$ 2,679,933 (204,800 Shares) | Cadbury plc | Cadbury plc | 6/25/10 | \$(52,799) |

For open derivative instruments as of September 30, 2009, see the preceding tables, which are also indicative of activity for the year ended December 31, 2008.

Futures Contracts. The Fund may engage in futures contracts for the purpose of certain hedging, yield enhancements, and risk management purposes. Upon entering into a futures contract, the Fund is required to deposit with the broker an amount of cash or cash equivalents equal to a certain percentage of the contract amount. This is known as the initial margin. Subsequent payments (variation margin) are made or received by the Fund each day, depending on the daily fluctuations in the value of the contract, which are included in unrealized appreciation/depreciation on investments and futures contracts. The Fund recognizes a realized gain or loss when the contract is closed.

There are several risks in connection with the use of futures contracts as a hedging instrument. The change in value of futures contracts primarily corresponds with the value of their underlying instruments, which may not correlate with the change in value of the hedged investments. In addition, there is the risk that the Fund may not be able to enter into a closing transaction because of an illiquid secondary market. At September 30, 2009, there were no open futures contracts.

Forward Foreign Exchange Contracts. The Fund may engage in forward foreign exchange contracts for the purpose of protecting the value of its portfolio against uncertainty in the level of future currency exchange rates or hedging a specific transaction with respect to either the currency in which the transaction is denominated or another currency as deemed appropriate by the Adviser. Forward foreign exchange contracts are valued at the forward rate and are marked-to-market daily. The change in market value is included in unrealized appreciation/depreciation on investments and foreign currency translations. When the contract is closed, the Fund records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed.

The use of forward foreign exchange contracts does not eliminate fluctuations in the underlying prices of the Fund's portfolio securities, but it does establish a rate of exchange that can be achieved in the future. Although forward foreign exchange contracts limit the risk of loss due to a decline in the value of the hedged currency, they also limit any potential gain that might result should the value of the currency increase. In addition, the Fund could be exposed to risks if the counterparties to the contracts are unable to meet the terms of their contracts. At September 30, 2009, there were no open forward foreign exchange contracts.

3. Tax Information. At December 31, 2008, the Fund had net capital loss carryforwards for federal income tax purposes of \$22,445,283, which are available to reduce future required distributions of net capital gains to shareholders through 2016.

Under the current tax law, capital losses related to securities and foreign currency realized after October 31 and prior to the Fund's fiscal year end may be treated as occurring on the first day of the following year. For the year ended December 31, 2008, the Fund deferred capital losses of \$2,960,639.

**AUTOMATIC DIVIDEND REINVESTMENT
AND VOLUNTARY CASH PURCHASE PLANS**

Enrollment in the Plan

It is the policy of The Gabelli Dividend & Income Trust (the Fund) to automatically reinvest dividends payable to common shareholders. As a registered shareholder you automatically become a participant in the Fund's Automatic Dividend Reinvestment Plan (the Plan). The Plan authorizes the Fund to credit common shares to participants upon an income dividend or a capital gains distribution regardless of whether the shares are trading at a discount or a premium to net asset value. All distributions to shareholders whose shares are registered in their own names will be automatically reinvested pursuant to the Plan in additional shares of the Fund. Plan participants may send their common shares certificates to Computershare Trust Company, N.A. (Computershare) to be held in their dividend reinvestment account. Registered shareholders wishing to receive their distributions in cash must submit this request in writing to:

The Gabelli Dividend & Income Trust
c/o Computershare
P.O. Box 43010
Providence, RI 02940 3010

Shareholders requesting this cash election must include the shareholder's name and address as they appear on the share certificate. Shareholders with additional questions regarding the Plan or requesting a copy of the terms of the Plan, may contact Computershare at (800) 336-6983.

If your shares are held in the name of a broker, bank, or nominee, you should contact such institution. If such institution is not participating in the Plan, your account will be credited with a cash dividend. In order to participate in the Plan through such institution, it may be necessary for you to have your shares taken out of street name and re-registered in your own name. Once registered in your own name your distributions will be automatically reinvested. Certain brokers participate in the Plan. Shareholders holding shares in street name at participating institutions will have dividends automatically reinvested. Shareholders wishing a cash dividend at such institution must contact their broker to make this change.

The number of shares of common shares distributed to participants in the Plan in lieu of cash dividends is determined in the following manner. Under the Plan, whenever the market price of the Fund's common shares is equal to or exceeds net asset value at the time shares are valued for purposes of determining the number of shares equivalent to the cash dividends or capital gains distribution, participants are issued shares of common shares valued at the greater of (i) the net asset value as most recently determined or (ii) 95% of the then current market price of the Fund's common shares. The valuation date is the dividend or distribution payment date or, if that date is not a New York Stock Exchange (NYSE) trading day, the next trading day. If the net asset value of the common shares at the time of valuation exceeds the market price of the common shares, participants will receive shares from the Fund valued at market price. If the Fund should declare a dividend or capital gains distribution payable only in cash, Computershare will buy shares of common shares in the open market, or on the NYSE or elsewhere, for the participants' accounts, except that Computershare will endeavor to terminate purchases in the open market and cause the Fund to issue shares at net asset value if, following the commencement of such purchases, the market value of the common shares exceeds the then current net asset value.

The automatic reinvestment of dividends and capital gains distributions will not relieve participants of any income tax which may be payable on such distributions. A participant in the Plan will be treated for federal income tax purposes as having received, on a dividend payment date, a dividend or distribution in an amount equal to the cash the participant could have received instead of shares.

Voluntary Cash Purchase Plan

The Voluntary Cash Purchase Plan is yet another vehicle for our shareholders to increase their investment in the Fund. In order to participate in the Voluntary Cash Purchase Plan, shareholders must have their shares registered in their own name.

Participants in the Voluntary Cash Purchase Plan have the option of making additional cash payments to Computershare for investments in the Fund's common shares at the then current market price. Shareholders may send an amount from \$250 to \$10,000. Computershare will use these funds to purchase shares in the open market on or about the 1st and 15th of each month. Computershare will charge each shareholder who participates \$0.75, plus a pro rata share of the brokerage commissions. Brokerage charges for such purchases are expected to be less than the usual brokerage charge for such transactions. It is suggested that any voluntary cash payments be sent to Computershare, P.O. Box 43010, Providence, RI 02940-3010 such that Computershare receives such payments approximately 10 days before the 1st and 15th of the month. Funds not received at least five days before the investment date shall be held for investment until the next purchase date. A payment may be withdrawn without charge if notice is received by Computershare at least 48 hours before such payment is to be invested.

Shareholders wishing to liquidate shares held at Computershare must do so in writing or by telephone. Please submit your request to the above mentioned address or telephone number. Include in your request your name, address, and account number. The cost to liquidate shares is \$2.50 per transaction as well as the brokerage commission incurred. Brokerage charges are expected to be less than the usual brokerage charge for such transactions.

For more information regarding the Automatic Dividend Reinvestment Plan and Voluntary Cash Purchase Plan, brochures are available by calling (914) 921-5070 or by writing directly to the Fund.

The Fund reserves the right to amend or terminate the Plan as applied to any voluntary cash payments made and any dividend or distribution paid subsequent to written notice of the change sent to the members of the Plan at least 90 days before the record date for such dividend or distribution. The Plan also may be amended or terminated by Computershare on at least 90 days written notice to participants in the Plan.

TRUSTEES AND OFFICERS
THE GABELLI DIVIDEND & INCOME TRUST
One Corporate Center, Rye, NY 10580-1422

Trustees

Mario J. Gabelli, CFA
Chairman & Chief Executive Officer,
GAMCO Investors, Inc.

Anthony J. Colavita
President,
Anthony J. Colavita, P.C.

James P. Conn
Former Managing Director &
Chief Investment Officer,
Financial Security Assurance Holdings Ltd.

Mario d Urso
Former Italian Senator

Frank J. Fahrenkopf, Jr.
President & Chief Executive Officer,
American Gaming Association

Michael J. Melarkey
Attorney-at-Law,
Avansino, Melarkey, Knobel & Mulligan

Salvatore M. Salibello
Certified Public Accountant,
Salibello & Broder, LLP

Edward T. Tokar
Senior Managing Director,
Beacon Trust Company

Anthonie C. van Ekris
Chairman, BALMAC International, Inc.

Salvatore J. Zizza
Chairman, Zizza & Co., Ltd.

Officers

Bruce N. Alpert
President

Carter W. Austin
Vice President

Peter D. Goldstein
Chief Compliance Officer

Agnes Mullady
Treasurer & Secretary

Investment Adviser
 Gabelli Funds, LLC
 One Corporate Center
 Rye, New York 10580-1422

Custodian
 State Street Bank and Trust Company

Counsel
 Skadden, Arps, Slate, Meagher & Flom LLP

Transfer Agent and Registrar
 Computershare Trust Company, N.A.

Stock Exchange Listing

| | | 5.875% | 6.00% |
|---------------------|------------|-----------|-----------|
| | Common | Preferred | Preferred |
| | GDV | GDV PrA | GDV PrD |
| NYSE Symbol: | | | |
| Shares Outstanding: | 83,478,637 | 3,048,019 | 2,542,296 |

The Net Asset Value per share appears in the Publicly Traded Funds column, under the heading General Equity Funds, in Monday's The Wall Street Journal. It is also listed in Barron's Mutual Funds/Closed End Funds section under the heading General Equity Funds.

The Net Asset Value per share may be obtained each day by calling (914) 921-5070 or visiting www.gabelli.com.

For general information about the Gabelli Funds, call **800-GABELLI** (800-422-3554), fax us at 914-921-5118, visit Gabelli Funds Internet homepage at: www.gabelli.com, or e-mail us at: closedend@gabelli.com

Notice is hereby given in accordance with Section 23(c) of the Investment Company Act of 1940, as amended, that the Fund may, from time to time, purchase its common shares in the open market when the Fund's shares are trading at a discount of 7.5% or more from the net asset value of the shares. The Fund may also, from time to time, purchase its preferred shares in the open market when the preferred shares are trading at a discount to the liquidation value.

Item 2. Controls and Procedures.

- (a) The registrant's principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the 1940 Act) (17 CFR 270.30a-3(c))) are effective, as of a date within 90 days of the filing date of the report that includes the disclosure required by this paragraph, based on their evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rules 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934, as amended (17 CFR 240.13a-15(b) or 240.15d-15(b)).
- (b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act (17 CFR 270.30a-3(d))) that occurred during the registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 3. Exhibits.

Certifications pursuant to Rule 30a-2(a) under the 1940 Act and Section 302 of the Sarbanes-Oxley Act of 2002 are attached hereto.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant) The Gabelli Dividend & Income Trust

By /s/ Bruce N. Alpert
(Signature
and Title)*

Bruce N. Alpert, Principal Executive Officer

Date 11-27-09

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By /s/ Bruce N. Alpert
(Signature
and Title)*

Bruce N. Alpert, Principal Executive Officer

Date 11-27-09

By /s/ Agnes Mullady
(Signature
and Title)*

Agnes Mullady, Principal Financial Officer and
Treasurer

Date 11-27-09

* Print the name and title of each signing officer under his or her signature.